62-6418

Monorable Clarence Cannon Chairman Committee on Appropriations House of Representatives Rashington 29, D. C.

Dear Mr. Cannon:

For your information, I am enclosing a copy of the Agency communication to the Speaker of the House dated 14 August 1962. That letter transmitted a legislative proposal to permit the Agency to improve its retirement program for certain limited numbers of employees. Essically, the legislation would permit the Agency to apply to this group of Agency personnel a retirement system similar to that of the Foreign Service.

On 16 August 1962. Mr. Vinson introduced the proposed legislation which is now H. R. 12923. Thereafter, on 28 August 1962, ia executive session before the House Armed Services Committee. hearings were held on this pill. During the course of the House hearings Mr. Vinson requested the Agency, as a drafting service. to revise the proposed legislation so that it did not incorporate by reference legislation pertaining to other departments and agencies. Parament to his request, such a bill has been drafted by the Agency to accomplish the same objectives as H. R. 12723. A copy of this revised legislation is eaclosed.

This legislation was the principal item which Mr. McCone had wished to discuss with you when he dropped by your Capital office. on 16 August and was the matter I wished to discuss when I called your office on 27 August. If further information is desired concerning this proposal, I shall be happy to supply it upon request. .

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Faithfully yours,

Marshall 5. Carter Lieutenant General, USA acting Director

Spelosures - 3

In the new draft bill there are several provisions in the travel and allowances field. These provisions are based on existing Fereign Service authorities and inclusion simply brings Agency legislation up to date in this regard.

I have reviewed the points discussed in the Bureau of the Budget letter of 13 August 1962 and wish to assure you that the agreements referred to remain fully acceptable to the Agency.

Faithfully yours,

Avenor) Marchell S. Carton

Marshall S. Carter Lieutenant General, USA Acting Director

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GGC/LC:JSW:mks (31 Aug 62)

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